

# Small Population County Funding Augmentation Authorization

First 5 California Commission Meeting

January 28, 2021

Item # 8



# Agenda

- Offer brief background of the Small Population County Funding Augmentation (SPCFA)
- Respond to Commissioner questions from October
- Explain eligibility criteria, funding formula, and term
- Describe proposed accountability framework
- Provide fiscal analysis

# Request

- \$ 20 million
- 4.25 years
- April 1, 2021,  
through  
June 30, 2025

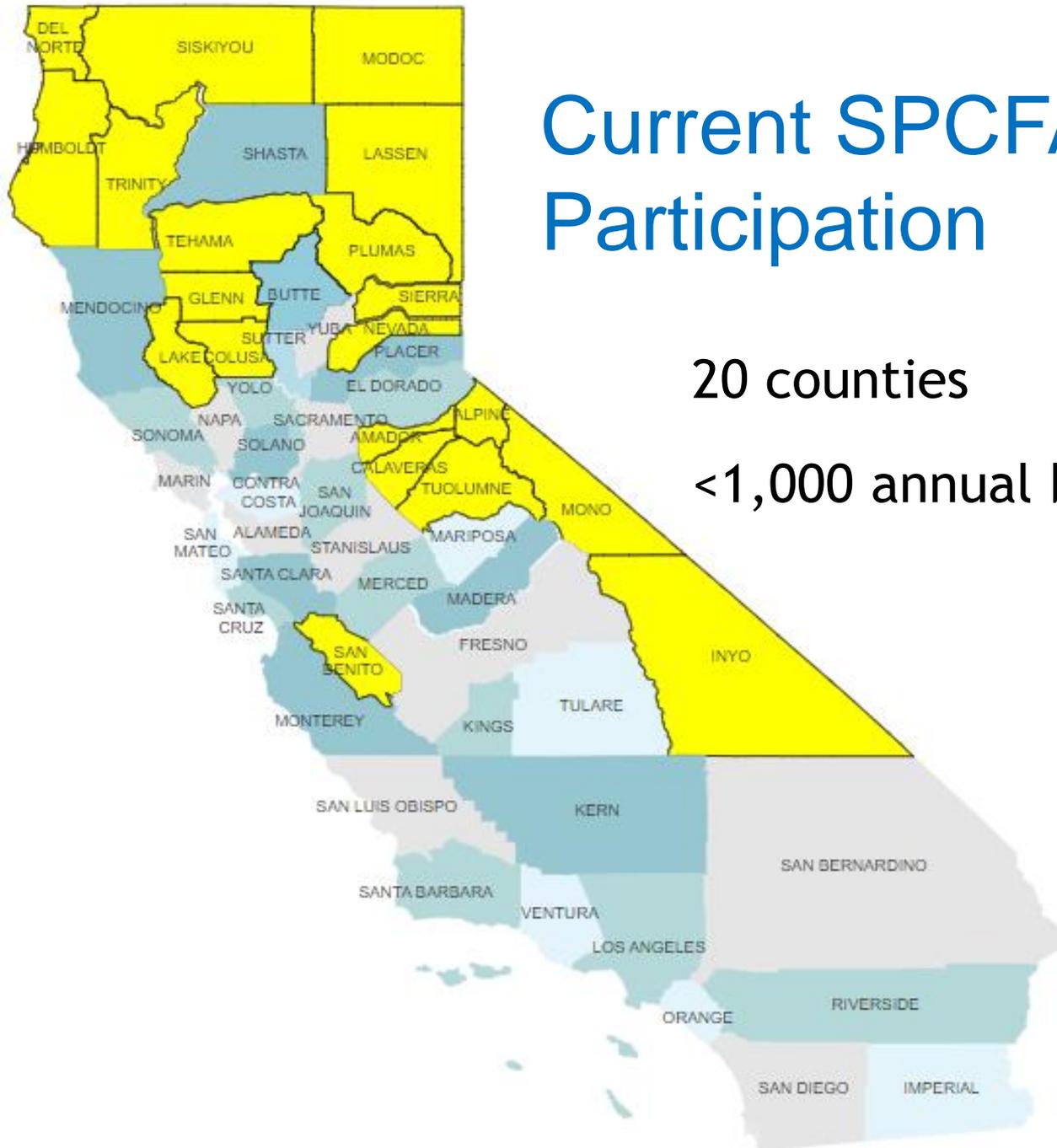
# History of SPCFA

- Statutory funding formula is inadequate for counties with low birthrates to operate effective First 5 programs
- Funding to support small population counties (SPCs):
  - Has been authorized since 1999
  - Supports the success of small counties
  - Ensures Proposition 10 is a statewide effort

# Current SPCFA Participation

20 counties

<1,000 annual births



# Small Population County Profile



- SPCFA funding is essential to First 5 survival in SPCs
- Small population counties are in the drivers' seat of systems work
- Small population counties contend with geographic barriers, lack of resources, and high needs

# Pooled Assistance

- Small population counties have tried pooled services with mixed results
  - Structural
  - Unintended consequences
- Phased-in approach
  - Investigate county experiences, strengths, limitations
  - Research potential common support models
  - Incentivize and evaluate pilots July 2022–June 2024
  - Require beginning FY 2024–25

## Funding Method and Term

- Reimbursement-based
- 3.25-year term with potential one-year extension
- Funding set-aside for technical assistance and pooled services

# Eligibility Criteria

- 1000 or fewer births
- Average: 341 births between 2017 – 2019
- 21 counties eligible



# Funding Calculation

## Current Annual SPCFA

- Baseline minus county revenue
- Example:  
BASELINE: \$350,000 MINUS  
2019-20 REVENUE: \$99,252  
EQUALS 2019-20 SPCFA:  
**\$250,748**

## New Annual SPCFA

- Average SPCFA 2017–19 through 2019–20
- Example:  
2017-18 SPCFA: \$261,521  
2018-19 SPCFA: \$268,120  
2019-20 SPCFA: \$250,748  
**Average: \$260,130**

## New Total SPCFA

Average X 3.25 years



# Accountability Framework

- Meet requirements of the Act
- Pilot pooled services
- Carry out systems impact evaluation
- Align with state and local efforts
- Support COVID recovery

# Systems Impact Evaluation

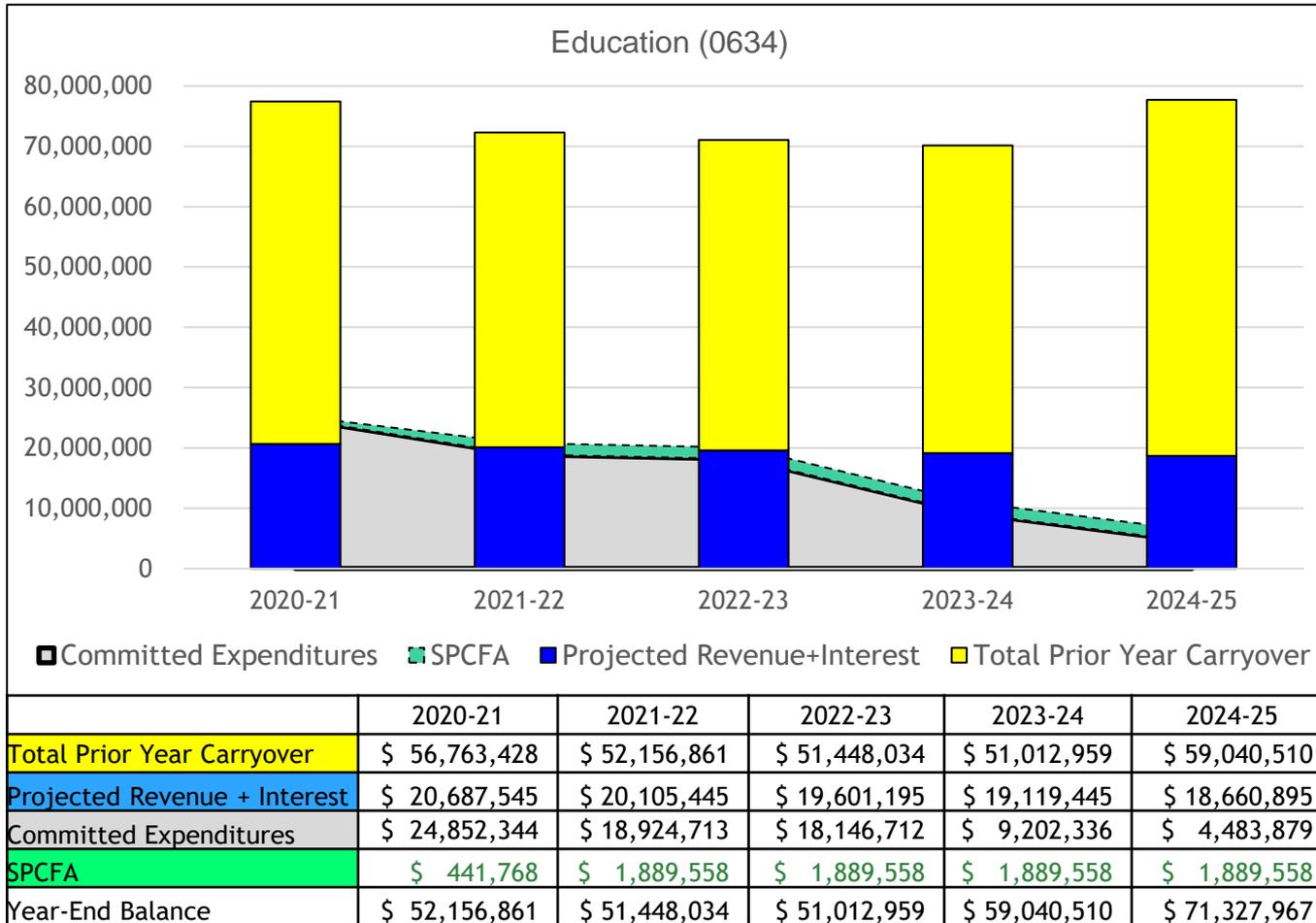


- What systems improvement is needed?
- What partners were involved?
- What actions were taken by the partners?
- What changed as a result of the activity?

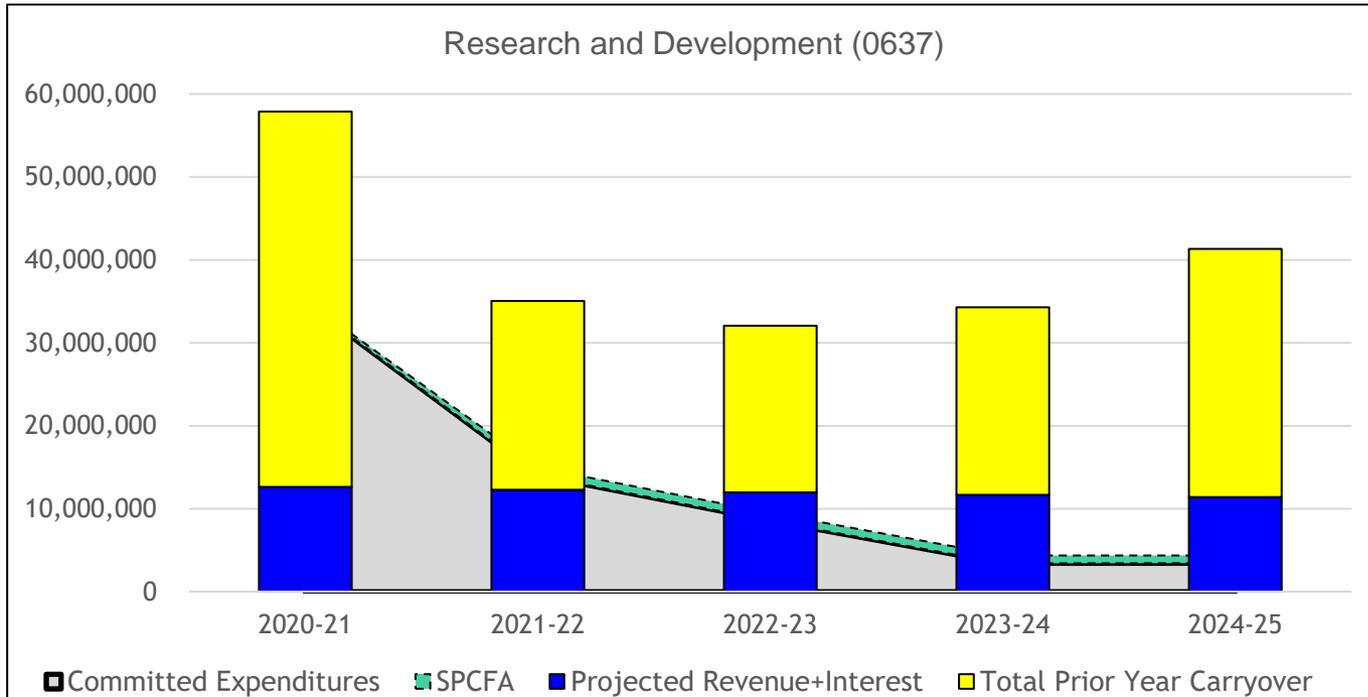
# Authorization Request

- 4.25 years: April 1, 2021, through June 30, 2025
- \$20 million
  - Counties: \$18,775,190
  - Evaluation TA and Shared Services: \$ 1,224,810
- Accounts
  - Education (0634): 40%
  - Research & Development (R&D) (0637): 20%
  - Unallocated (0639): 40%

# Projected Revenue, Expenditures, and Current Request: Education Account

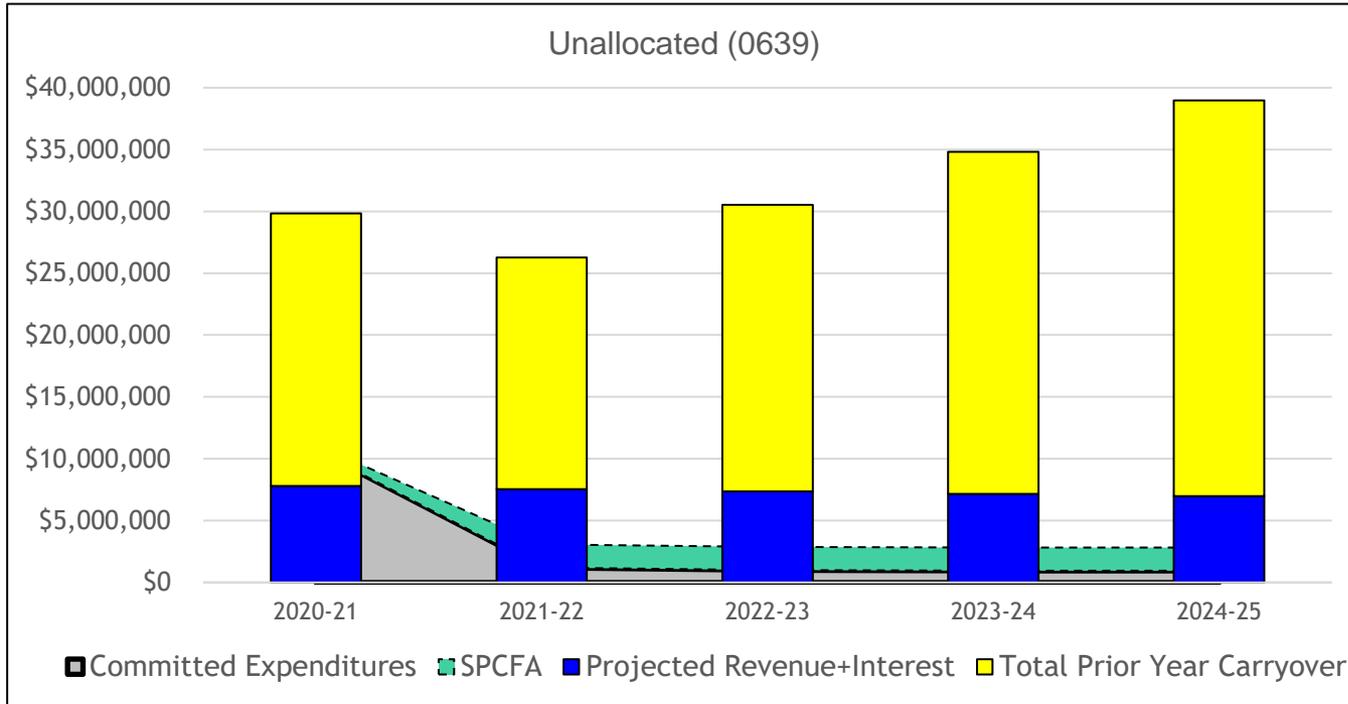


# Projected Revenue, Expenditures, and Current Request: Research and Development Account



	2020-21	2021-22	2022-23	2023-24	2024-25
Total Prior Year Carryover	\$ 45,233,726	\$ 22,773,955	\$ 20,089,739	\$ 22,581,703	\$ 29,914,788
Projected Revenue + Interest	\$ 12,638,392	\$ 12,289,132	\$ 11,986,582	\$ 11,697,532	\$ 11,422,402
Committed Expenditures	\$ 34,877,279	\$ 14,028,569	\$ 8,549,839	\$ 3,419,668	\$ 3,440,092
SPCFA	\$ 220,884	\$ 944,779	\$ 944,779	\$ 944,779	\$ 944,779
Year-End Balance	\$ 22,773,955	\$ 20,089,739	\$ 22,581,703	\$ 29,914,788	\$ 36,952,319

# Projected Revenue, Expenditures, and Current Request: Unallocated Account



	2020-21	2021-22	2022-23	2023-24	2024-25
<b>Total Prior Year Carryover</b>	\$ 22,044,455	\$ 18,711,005	\$ 23,177,723	\$ 27,644,465	\$ 31,977,142
<b>Projected Revenue + Interest</b>	\$ 7,791,475	\$ 7,558,635	\$ 7,356,935	\$ 7,164,235	\$ 6,980,815
<b>Committed Expenditures</b>	\$ 10,683,157	\$ 1,202,359	\$ 1,000,635	\$ 942,000	\$ 942,000
<b>SPCFA</b>	\$ 441,768	\$ 1,889,558	\$ 1,889,558	\$ 1,889,558	\$ 1,889,558
<b>Year-End Balance</b>	\$ 18,711,005	\$ 23,177,723	\$ 27,644,465	\$ 31,977,142	\$ 36,126,399

Thank You.



Questions?